COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

576

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 4, 1998 established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of Jackson Energy Cooperative Corporation (Jackson Energy) for the two years ended October 31, 1998.

As part of this review, the Commission ordered Jackson Energy to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Jackson Energy has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. Jackson Energy has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

- 2. East Kentucky Power Cooperative, Inc. (EKPC), the wholesale supplier of Jackson Energy, has been authorized to transfer (roll-in) a 0.81 mills per KWH increase in its base fuel cost to its base rates.¹
- 3. Jackson Energy should be authorized to transfer (roll-in) a 0.87 mills per KWH increase in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.81 mills per KWH increase in EKPCs base rates. This transfer can best be accomplished by an energy adder to each KWH sold.
- 4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

- 1. The charges and credits applied by Jackson Energy through the FAC for the period November 1, 1996 to October 31, 1998 are approved.
- 2. Jackson Energy is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its FAC to its base rates.
- 3. The rates in Appendix A are approved for service rendered by Jackson Energy on and after May 1, 1999.
- 4. Within 30 days from the date of this Order, Jackson Energy shall file with the Commission revised tariff sheets setting out the rates approved herein.

¹ Case No. 98-563, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 1996 to October 31, 1998.

Done a	at Frankfort, Ke	entucky, this	s 22 nd da	y of March,	1999.
			I	By the Com	mission
ATTEST:					
Executive Dire	ector				

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 98-576 DATED MARCH 22, 1999

The following rates and charges are prescribed for the customers in the area served by Jackson Energy Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE 01 SPECIAL DUAL FUEL TARIFF

Rate:

All KWH for the months Of October through April

\$.04563 Per KWH

SCHEDULE 10 RESIDENTIAL, FARM AND NON-FARM SERVICE

Rate:

All KWH

\$.05620 Per KWH

SCHEDULE 11 OFF-PEAK MARKETING RATE

Rate:

All KWH

\$.03372 Per KWH

SCHEDULE 12 RESIDENTIAL SERVICE TARIFF TIME-OF-DAY

Rate:

On-Peak Energy Off-Peak Energy \$.08134 Per KWH .03734 Per KWH

SCHEDULE 20 COMMERCIAL, SMALL POWER AND THREE-PHASE FARM SERVICE

Rate:

All KWH \$.05725 Per KWH

SCHEDULE 21
COMMERCIAL TIME-OF-DAY SERVICE

Rate:

On-Peak Energy \$.08334 Per KWH
Off-Peak Energy .03562 Per KWH

SCHEDULE 22 COMMERCIAL, SMALL POWER AND THREE-PHASE FARM SERVICE OFF-PEAK RETAIL MARKETING RATE

Rate:

All KWH \$.03435 Per KWH

SCHEDULE 30 LARGE POWER SERVICE LESS THAN 50 KW

Rate:

All KWH \$.04948 Per KWH

SCHEDULE 33 WATER PUMPING SERVICE

Rate:

All KWH \$.04934 Per KWH

SCHEDULE 34 WATER PUMPING SERVICE TIME-OF-DAY

Rate:

On-Peak Energy \$.06116 Per KWH
Off-Peak Energy .03819 Per KWH

SCHEDULE 40 LARGE POWER MORE THAN 50 KW BUT LESS THAN 275 KW

Rate:

All KWH \$.04589 Per KWH

SCHEDULE 43
LARGE POWER RATE OVER 275 KW
THREE-PHASE FARM SERVICE

Rate:

All KWH \$.04241 Per KWH

SCHEDULE 46
LARGE POWER RATE 1,000 KW AND OVER

Rate:

All KWH \$.02817 Per KWH

SCHEDULE 47 LARGE POWER RATE 1,000 KW TO 4,999 KW

Rate:

All KWH \$.02770 Per KWH

SCHEDULE 48
LARGE POWER RATE 5,000 KW TO 9,999 KW

Rate:

All KWH \$.02235 Per KWH

SCHEDULE 49
LARGE POWER RATE 10,000 KW AND OVER

Rate:

All KWH \$.02191 Per KWH

SCHEDULE 50 AND 60 SCHOOLS, CHURCHES AND COMMUNITY HALLS Rate:

All KWH \$.05295 Per KWH

SCHEDULE 52 ALL ELECTRIC SCHOOLS

Rate:

All KWH \$.04879 Per KWH

SCHEDULE SL STREET LIGHTS

Rate:

22,000 Lumens \$ 11.44 Per Month 5,800 Lumens 7.90 Per Month

SCHEDULE SL OUTDOOR LIGHTING SERVICE SECURITY LIGHTS

Rate:

Mercury Vapor Lamp 7,000 9,500 Lumens

\$ 6.09 Per Month

SCHEDULE SL OUTDOOR LIGHTING SERVICE HIGH PRESSURE SODIUM

Rate:

\$ 8.59 Per Month
8.67 Per Month
11.19 Per Month
8.15 Per Month